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Toronto Star Limited

SEMI-ANNUAL REPORT TO SHAREHOLDERS

FOR THE SIX MONTHS ENDED
MARCH 31ST, 1967

Toronto Star Limited

80 KING STREET W., TORONTO, CANADA

PUBLISHERS

TORONTO DAILY STAR
SW MAGAZINE

* THE CANADIAN
* CANADIAN HOMES

* PUBLISHED BY SOUTHSTAR PUBLISHERS LIMITED,
A COMPANY CONTROLLED JOINTLY BY TORONTO
STAR LIMITED AND SOUTHAM PRESS LIMITED.

TO OUR SHAREHOLDERS

A consolidated statement of income (unaudited) of Toronto Star Limited for the six months ended March 31, 1967, and the corresponding period of 1966, is set forth below.

The improvement in net income reflects an increase in Toronto Daily Star advertising revenue and growing advertiser acceptance and circulation of The Canadian and Canadian Homes, supplements for daily newspapers published by Southstar Publishers Limited, a company controlled jointly by Toronto Star Limited and Southam Press Limited. The circulation of Toronto Daily Star showed

a further increase. Star Weekly circulation declined slightly.

During the period under review the company realized an extraordinary profit of \$204,000, including interest, from the expropriation in 1963 of a portion of its property at 1 Yonge Street for the construction of the Gardiner Expressway. This non-recurring profit is shown separately and not included in net income.

Belaund Honderich
BELAUND HONDERICH
President and Publisher

May 31st., 1967

SUMMARY OF CONSOLIDATED INCOME FOR THE SIX MONTHS ENDED MARCH 31, 1967 AND 1966

	1967	1966
Gross revenues	\$ 22,208,000	\$ 21,037,000
Provision for depreciation	593,000	596,000
Interest on long-term debt	298,000	293,000
Investment revenue	69,000	99,000
Provision for income taxes	750,000	467,000
Net income	<u>696,000</u>	<u>439,000</u>
Extraordinary profit on expropriation of land (including interest, less applicable income taxes) ..	204,000	-
Dividends on preference shares	70,000	106,000
Dividends on common shares	180,000	191,000

SOURCE AND APPLICATION OF FUNDS FOR THE SIX MONTHS ENDED MARCH 31, 1967 AND 1966

	1967	1966
Source of Funds:		
Net income	\$ 696,000	\$ 439,000
Depreciation and amortization	603,000	608,000
Proceeds from disposal of fixed assets	642,000	-
	<u>1,941,000</u>	<u>1,047,000</u>
Application of Funds:		
Redemption of preference shares (net)	1,939,000	-
Reduction in bonds and debentures	256,000	271,000
Purchase of fixed assets (net)	211,000	810,000
Investment in 50% owned companies	295,000	67,000
Dividends on preference shares	70,000	106,000
Dividends on common shares	180,000	191,000
Miscellaneous	40,000	11,000
	<u>2,991,000</u>	<u>1,456,000</u>
Decrease in working capital	\$ <u>1,050,000</u>	\$ <u>409,000</u>